

REFERENCE TITLE: state debt; definition

State of Arizona  
House of Representatives  
Forty-seventh Legislature  
Second Regular Session  
2006

## HB 2252

Introduced by  
Representatives Gorman, Biggs, Burges, Groe, Knaperek, Murphy, Pearce:  
Quelland, Rosati, Stump, Senator Martin

### AN ACT

AMENDING TITLE 35, CHAPTER 1, ARTICLE 1, ARIZONA REVISED STATUTES, BY ADDING SECTION 35-104; RELATING TO PUBLIC FINANCES.

(TEXT OF BILL BEGINS ON NEXT PAGE)

1 Be it enacted by the Legislature of the State of Arizona:  
2       Section 1. Title 35, chapter 1, article 1, Arizona Revised Statutes,  
3 is amended by adding section 35-104, to read:

4           35-104. State debt: limitations: definition

5           A. IF EXPENDITURES AND OBLIGATIONS OF THIS STATE FOR A FISCAL YEAR  
6 EXCEED THE REVENUES RECEIVED BY THE STATE GENERAL FUND OR FROM ANY OTHER  
7 SOURCE FOR THAT FISCAL YEAR RESULTING IN STATE DEBT, THE AMOUNT OF DEBT SHALL  
8 NOT EXCEED THE LIMITATIONS PRESCRIBED IN ARTICLE IX, SECTION 5, CONSTITUTION  
9 OF ARIZONA.

10          B. ALL OBLIGATIONS OF THIS STATE THAT ACCRUE IN A FISCAL YEAR SHALL BE  
11 PAID IN THAT FISCAL YEAR AND SHALL NOT BE DEFERRED FOR WHOLE OR PARTIAL  
12 PAYMENT TO ANOTHER FISCAL YEAR.

13          C. REPAYMENT OF FINANCING PURSUANT TO THE USE OF CERTIFICATES OF  
14 PARTICIPATION SHALL BE LIMITED TO ONE FISCAL YEAR AFTER THE FISCAL YEAR IN  
15 WHICH THEY WERE ISSUED.

16          D. FOR THE PURPOSES OF THIS TITLE AND FOR THE PURPOSES OF STATE  
17 ACCOUNTING, "STATE DEBT" MEANS THAT, AT THE CLOSE OF ANY FISCAL YEAR, THE  
18 REVENUES RECEIVED FOR THAT FISCAL YEAR WERE LESS THAN THE EXPENDITURES AND  
19 OBLIGATIONS FOR THE SAME FISCAL YEAR.

20           Sec. 2. Retroactivity

21          This act applies retroactively to any obligations that were not  
22 completed by January 1, 2006.